DC-215 km 8/4/56

#### CONTINENTAL OIL COMPANY

Eunice, New Mexico July 20, 1955

Shell Oil Company Box 1957 Hobbs, New Mexico

Stanolind Oil Company Box 68 Hobbs, New Mexico

Humble Oil & Refining Company Box 2347 Hobbs, New Mexico

Texas Company Box 1720 Fort Worth, Texas Aztec Oil & Gas Company Burt Building Dallas, Texas

Gulf Oil Corporation Box 2167 Hobbs, New Mexico

Tidewater Associated Uil Company Box 547 Hobbs, New Mexico

Ross Sears Box 1718 Hobbs, New Mexico

#### Gentlemen:

Attached is Continental Oil Company's application to the Oil Conservation Commission of New Mexico for permission to dually complete its State - 10 No. 2 well which is self explanatory.

This application is sumitted to you as offset operators in compliance with Rule 112-A (C).

Yours very truly,

(18/111C W. E. Allen District Superintendent of Production Eunice District

## BEFORE THE DIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF CONTINENTAL OIL COMPANY FOR AN ORDER GRANTING IT PERMISSION TO DUAL COMPLETE ITS STATE 10 NO. 2 SW/4 NW/4 SECTION 10, T. 21S, R. 37E, N.M.P.M. LEA COUNTY, NEW MEXICO

### APPLICATION

inafter called "Applicant" and respectfully requests the Oil Conservation Commission of the State of New Mexico to issue an order authorizing Applicant to dually complete its State 10 No. 2 well, located 1,980 feet from the North line and 990 feet from the West line of Section 10, T. 21S, R. 37E. N.M.P.M., Lea County, New Mexico, in the Drinkard Oil Pool and the Blinebry Gas Pool, and in support thereof would show the following:

The proposed gas unit contains <u>80</u> acres consisting of contiguous quarter quarter sections.

The dual completion of said well in the Drinkard for oil and the Blinebry for gas is in the interest of conservation and the protection of correlative rights.

packer installation and said well will be equipped so there can be no comingling of well fluids in producing the gas through the annulus between the tubing and casing, and the oil through the tubing. Said well will be equipped in such a manner that reservoir pressures may be determined separately for each of the two specified poels and the well head equipment to be equipped with all necessary connections to permit accurate measurement of any natural gas, oil, or oil and gas produced from each separate pool as may be required by the Commission.

Attached to this application is a plat showing the location of said well and surronding wells and leaseholds with the acreage to be assigned the proposed gas unit outlined in red, a plat showing the mechanical condition of said well at present and after the proposed dual completion.

All offset operators have been duly notified by copy of this application.

# STATE 10 NO.2\*

